



City of Dublin

Office of the City Manager

5200 Emerald Parkway • Dublin, OH 43017-1090
Phone: 614-410-4400 • Fax: 614-410-4490

Memo

To: Members of Dublin City Council
From: Marsha I. Grigsby, City Manager *mlg*
Date: June 5, 2014
Initiated By: Angel L. Mumma, Director of Finance
Re: Ordinance No. 45-14 – Authorizing the Execution of the City of Dublin – Tolles Career and Technical Center Bridge Street District Cooperative Agreement

Background

As Council is aware, the Bridge Street District Cooperative Agreement between the City and the Dublin City School District (DCS) (Ordinance No. 20-14, approved April 24, 2014) provides an annual payment for 33 years to DCS in exchange for the City's ability to establish Tax Incentive Districts, including Tax Increment Financing Districts within the Bridge Street District (BSD).

In accordance with Ohio law, the City is required to compensate Tolles Technical and Career Center (Tolles) at the same rate and under the same terms as those received by the DCS under the approved agreement. As such, staff and legal counsel have prepared an agreement providing for an annual payment to Tolles, which is proportionally based on the effective millage Tolles receives relative to the total millage assessed.

Summary

Staff have met with Tolles Superintendent, Kim Wilson, and Treasurer, Pam Orr, to discuss the BSD vision, the terms of the Cooperative Agreement between DCS and the City as well as the impact that agreement has on Tolles. Based on Tolles' millage (1.6 mills), the City will remit an annual payment in the amount of \$36,965 to Tolles in years 2014 - 2045. In 2046, the City will remit a payment to Tolles in the amount of \$53,822. Over the 33-year period, these payments are expected to total \$1,236,702.

In return for this annual payment, the City will have the ability to authorize various tax incentives, including TIFs, within the BSD that provide for the following (for each incentive authorized):

- Years 1 – 15 – DCS agrees to forego 100% of the applicable real estate taxes in respect of the improvements to any particular parcel within the applicable tax incentive district.
- Years 16 – 30 – DCS will receive 10% of what it would have received if the applicable tax incentive district had not been in place.

All other provisions of the BSD Cooperative Agreement with DCS are included in this agreement as well.

Staff anticipates that the Tolles Board of Education will approve this Cooperative Agreement at their June 26, 2014 meeting.

Recommendation


Staff recommends that Council adopt Ordinance No. 45-14 by emergency at the second reading/public hearing on June 23, 2014 in order that the first annual payment can be made to Tolles by June 30, 2014.



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Memo

To: Members of Dublin City Council
From: Marsha I. Grigsby, City Manager 
Date: May 15, 2014
Re: Items of Interest

Key Staff Tables potentially added for Council Meetings

Staff is evaluating the addition of two tables to be placed in the front of Council Chambers, in front of current general seating to ensure that key City staff are readily available during Council meetings. The tables will accommodate six staff members, three to each table. This new arrangement will increase efficiency and engagement of staff when responding to Council and citizen inquiries along with support to the City Manager.

Bridge Street Cooperative Agreement with Tolles Technical and Career Center

As Council is aware, the Bridge Street District Cooperative Agreement between the City and the Dublin City School District (DCS) (Ordinance No. 20-14 approved April 24, 2014) provides an annual payment for 33 years to DCS in exchange for the City's ability to establish Tax Incentive Districts, including Tax Increment Financing Districts within the Bridge Street District (BSD).

In accordance with Ohio law, the City is required to compensate Tolles Technical and Career Center (Tolles) at the same rate and under the same terms as received by the DCS under the approved agreement. Staff and legal counsel have prepared an agreement which provides for an annual payment to Tolles which is proportionally based on the effective millage Tolles receives relative to the total millage assessed.

Staff have met with Tolles Superintendent, Kim Wilson, and Treasurer, Pam Orr to discuss the BSD vision and have provided a draft Cooperative Agreement, with parameters similar to the DCS agreement. Staff will submit this legislation for first reading at the June 9th Council meeting and request approval at the June 23rd meeting. It is anticipated that the Tolles Board of Education will approve the Cooperative Agreement on June 26th.

I-270/US 33 Interchange Aesthetics

During the April 28, 2014 Finance Committee meeting, information was requested regarding the costs of the aesthetic component of the I-270/US 33 Interchange project. Staff has been working with Ohio Department of Transportation (ODOT) representatives to finalize the overall landscape plan, including irrigation and the artwork component, in preparation for the bidding of this project in the fall. A final draft of the plans and costs associated with the aesthetic elements is expected to be available in June at which time Council will be informed of the updated costs.

Volunteers help clear old Events House at 5620 Post Road

As part of the Dublin Chamber of Commerce's and Leadership Dublin's Community Service Day on May 3rd, staff and 16 volunteers and two employees from Habitat for Humanity ReStore of

RECORD OF ORDINANCES

Dayton Legal Blank, Inc.

Form No. 30043

Ordinance No. **45-14**

Passed _____, 20____

AN ORDINANCE AUTHORIZING THE EXECUTION OF THE CITY OF DUBLIN – TOLLES CAREER AND TECHNICAL CENTER BRIDGE STREET DISTRICT COOPERATIVE AGREEMENT, AND DECLARING AN EMERGENCY.

WHEREAS, the City has prepared a strategy for comprehensive development within an area of the City known as the Bridge Street District (which area is referred to herein as the "*District*") and has endeavored to work collaboratively with public entities, including the Tolles Career and Technical Center (the "*School District*"), and private entities to plan for and facilitate the development of the District; and

WHEREAS, the City's strategy for development within the District is primarily focused on creating a new, more urban core for the City, including a dynamic mix of commercial and residential development types generally not currently available within the City; and

WHEREAS, in accordance with previous negotiations, the City and the School District are fully aligned with the mutual understanding of, and common belief in, the importance of partnering to successfully implement the vision for the District to the community's long term economic competitiveness and the preservation and enhancement of their respective tax bases; and

WHEREAS, the City and the School District both understand that this vision will not be achieved unless the City has available to it the use of certain incentives to help both offset the added costs associated with the District's development types, as well as to help fund the needed public infrastructure improvements required to serve this District; and

WHEREAS, the City and the School District have agreed to the terms of the City of Dublin – Tolles Career and Technical Center Bridge Street District Cooperative Agreement (the "*Cooperative Agreement*") that would provide an immediate and predictable series of 33 annual payments from the City to the School District in exchange for the School District's approval that the City may authorize tax increment financing and other real property tax exemptions from time to time for any developments throughout the District; and

WHEREAS, development opportunities will be enhanced because the City will in turn be able to plan and program the implementation of its District infrastructure as well as secure the predictability needed to work effectively and in a timely fashion with developers on the complex development proposals and negotiations within the District, knowing in advance the structure and availability of the associated real estate tax incentives required to make these projects possible; and

WHEREAS, to facilitate development throughout the District, which will include commercial and residential developments, and pay the associated costs of infrastructure improvements and related incentives, the City has determined to utilize tax increment financing pursuant to Sections 5709.40 through 5709.43 of the Ohio Revised Code and plans to adopt ordinances from time to time which will declare Improvements (as such term is defined in Section 5709.40 of the Ohio Revised Code) to parcels of real property located in the District to be a public purpose, thereby exempting those Improvements from real property taxation for a period of time; specifying public infrastructure improvements to be

RECORD OF ORDINANCES

Dayton Legal Blank, Inc.

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made to benefit the parcels; providing for the making of service payments in lieu of taxes by the owners thereof; establishing a municipal public improvement tax increment equivalent fund into which such service payments shall be deposited; and providing for payments to the School District; and

WHEREAS, pursuant to Resolution No. _____ adopted on June _____, 2014, the Board of Education of the School District has authorized the execution of the Cooperative Agreement and the granting from time to time by the City of exemptions from the real property taxes in respect of the Improvements and waived any further requirements of Sections 5709.40, 5709.41, 5709.82, 5709.83 and 5715.27 of the Ohio Revised Code on the condition that the City execute and deliver the Cooperative Agreement; and

WHEREAS, to facilitate the development of the District and to compensate the School District for certain of the tax revenue that the School District would have received had the Improvements not been exempted from taxation, the Parties have determined to enter into the Cooperative Agreement, which Cooperative Agreement is in the vital and best interest of the City and the School District and will improve the health, safety and welfare of the citizens of the City and the School District.

NOW, THEREFORE, BE IT ORDAINED by the Council of the City of Dublin, State of Ohio, _____ of the elected members concurring, that:

Section 1. The Cooperative Agreement by and between the City and the School District, in the form presently on file with the Clerk of Council, providing for, among other things, the provision of a series of 33 annual payments from the City to the School District in exchange for the School District's approval that the City may authorize tax increment financing and other real property tax exemptions from time to time for any developments throughout the District, which will result in the creation of new jobs and employment opportunities within the City, is hereby approved and authorized with changes therein not inconsistent with this Ordinance and not substantially adverse to this City and which shall be approved by the City Manager. The City Manager, for and in the name of this City, is hereby authorized to execute that Cooperative Agreement, provided further that the approval of changes thereto by that official, and their character as not being substantially adverse to the City, shall be evidenced conclusively by the execution thereof. This Council further authorizes the City Manager, for and in the name of the City, to execute any amendments to the Cooperative Agreement, which amendments are not inconsistent with this Ordinance and not substantially adverse to this City.

Section 2. This Council further hereby authorizes and directs the City Manager, the Director of Law, the Director of Finance, the Clerk of Council, or other appropriate officers of the City to prepare and sign all agreements and instruments and to take any other actions as may be appropriate to implement this Ordinance.

Section 3. This Council finds and determines that all formal actions of this Council and any of its committees concerning and relating to the passage of this Ordinance were taken in open meetings of this Council or committees, and that all deliberations of this Council and any of its committees that resulted in those formal actions were in meetings open to the public, all in compliance with the law including Section 121.22 of the Revised Code.

RECORD OF ORDINANCES

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Section 4. This Ordinance is declared to be an emergency measure necessary for the immediate preservation of the public peace, health, safety, and welfare of the City, and for the further reason that this Ordinance is required to be immediately effective in order to permit the City to timely execute the Cooperative Agreement and proceed with negotiations and agreements to facilitate the development and redevelopment of the Bridge Street District; wherefore, this Ordinance shall be in full force and effect immediately upon its passage.

Signed:

Mayor - Presiding Officer

Attest:

Clerk of Council

Passed: _____, 2014

Effective: _____, 2014

**CITY OF DUBLIN – TOLLES CAREER AND TECHNICAL CENTER
BRIDGE STREET DISTRICT COOPERATIVE AGREEMENT**

This CITY OF DUBLIN – TOLLES CAREER AND TECHNICAL CENTER BRIDGE STREET DISTRICT COOPERATIVE AGREEMENT (the “*Agreement*”) is made and entered into this _____ day of _____, 2014, by and between the CITY OF DUBLIN, OHIO (the “*City*”), a municipal corporation duly organized and validly existing under the Constitution and the laws of the State of Ohio (the “*State*”) and its Charter, and the TOLLES CAREER AND TECHNICAL CENTER, a public school district organized and existing under the laws of the State (the “*School District*” and together with the City, the “*Parties*”), under the circumstances summarized in the following recitals.

RECITALS:

WHEREAS, the City has adopted a Community Plan (the “*Community Plan*”) relating to development throughout the City and the Community Plan generally describes the official policy of the City relating to land use, transportation, community facilities, historic preservation, fiscal health, demographics and utilities; and

WHEREAS, the Community Plan is periodically reviewed and modified through a public process by the City to respond to changes in the community and to maintain its accuracy, relevancy and usefulness as a decision-making tool; and

WHEREAS, the City has prepared a strategy for comprehensive development within an area of the City known as the Bridge Street District (which area is referred to herein as the “*District*” and such District depicted on EXHIBIT A which is attached hereto and incorporated herein by reference) and has endeavored to work collaboratively with public entities, including the School District, and private entities to plan for and facilitate the development of the District; and

WHEREAS, the strategy for the District was incorporated into the Community Plan as a special area plan (the “*Bridge Street District Special Area Plan*”) and that Special Area Plan was approved by the City Council on July 1, 2013; and

WHEREAS, the City’s strategy for development within the District is primarily focused on creating a new, more urban core for the City, including a dynamic mix of commercial and residential development types generally not currently available within the City and which are not expected to attract families with school age children; and

WHEREAS, in accordance with negotiations preceding the execution of this Agreement, the City and the Dublin City School District have determined to enter into an agreement which authorizes the City to grant various incentives within the District and provides for compensation payments to the Dublin City School District; and

WHEREAS, in accordance with Ohio law, the City is required to compensate the School District at the same rate and under the same terms as received by the Dublin City School District and such compensation at the same rate and under the same terms is provided for under this Agreement; and

WHEREAS, the City and the School District are fully aligned with the mutual understanding of, and common belief in, the importance of partnering to successfully implement the vision for the District to the community's long term economic competitiveness and the preservation and enhancement of their respective tax bases; and

WHEREAS, the Parties both understand that this vision will not be achieved unless the City has available to it the use of certain incentives to help both offset the added costs associated with the District's development types, as well as to help fund the needed public infrastructure improvements required to serve this District; and

WHEREAS, the City has agreed to notify the School District as to any proposed modifications of the Bridge Street District Special Area Plan and as to each development project occurring within the District; and

WHEREAS, the Parties have agreed to a revenue compensation arrangement that would provide an immediate and predictable series of 33 annual payments from the City to the School District in exchange for the School District's approval that the City may authorize tax increment financing and other real property tax exemptions from time to time for any developments throughout the District; and

WHEREAS, the predictability and immediacy of such a regular payment stream will help the School District better plan for and program the use of the projected net revenue benefits from the District; and

WHEREAS, in order to address immediate needs with the School District, it will also receive these financial benefits sooner than would have otherwise occurred if more traditional incentive approaches were used; and

WHEREAS, development opportunities will be enhanced because the City will in turn be able to plan and program the implementation of its District infrastructure as well as secure the predictability needed to work effectively and in a timely fashion with developers on the complex development proposals and negotiations within the District, knowing in advance the structure and availability of the associated real estate tax incentives required to make these projects possible; and

WHEREAS, to facilitate development throughout the District, which will include commercial and residential developments, and pay the associated costs of infrastructure improvements and related incentives, the City has determined to utilize tax increment financing pursuant to Sections 5709.40 through 5709.43 of the Ohio Revised Code and plans to adopt ordinances (each an "*Ordinance*" and collectively the "*Ordinances*") from time to time which will declare Improvements (as such term is defined in Section 5709.40 of the Ohio Revised Code) to parcels of real property located in the District (each a "*Parcel*" and collectively the "*Parcels*") to be a public purpose, thereby exempting those Improvements from real property taxation for a period of time; specifying public infrastructure improvements to be made to benefit the parcels; providing for the making of service payments in lieu of taxes by the owners thereof; establishing a municipal public

improvement tax increment equivalent fund into which such service payments shall be deposited; and providing for payments to the School District; and

WHEREAS, pursuant to Ordinance No. ____-14 passed on _____, 2014, the City has authorized the execution of this Agreement and the provision of the compensation payments to the School District on the condition that the School District execute and deliver this Agreement; and

WHEREAS, pursuant to Resolution No. _____ adopted on _____, 2014, the Board of Education of the School District has authorized the execution of this Agreement and the granting from time to time by the City of exemptions from the real property taxes in respect of the Improvements and waived any further requirements of Sections 5709.40, 5709.41, 5709.82, 5709.83 and 5715.27 of the Ohio Revised Code on the condition that the City execute and deliver this Agreement; and

WHEREAS, to facilitate the development of the District and to compensate the School District for certain of the tax revenue that the School District would have received had the Improvements not been exempted from taxation, the Parties have determined to enter into this Agreement, which Agreement is in the vital and best interest of the City and the School District and will improve the health, safety and welfare of the citizens of the City and the School District;

NOW THEREFORE, the City and the School District covenant, agree and obligate themselves as follows:

Section 1. City Agreement to Remit Payments to School District. As consideration for the School District's approval of the real property tax exemptions of the Improvements to each Parcel within the District, and agreement to waive the application of Section 5709.82 of the Ohio Revised Code and other agreements herein, the City agrees to pay to the School District the amounts described in this Section 1.

(a) Subject to Section 1(c) below and in respect of each Parcel, the City shall remit to the School District an annual amount equal to the product of (i) the service payments in lieu of taxes collected by the City in the then current calendar year in respect of the Improvement (which is exempt from real property taxation pursuant to Sections 5709.40 or 5709.41 of the Ohio Revised Code and an Ordinance) to that Parcel, multiplied by (ii) the Applicable Percentage (as defined below), multiplied by (iii) the quotient of (A) the School District's applicable effective tax millage rate for that Parcel divided by (B) the total applicable effective tax millage rate for that Parcel.

The Parties agree that when the applicable effective tax millage rates for each Parcel are required for a computation pursuant to this Agreement, such rates shall be obtained from the Franklin County Auditor's office.

The Parties further agree that for purposes of this Section 1(a), the "*Applicable Percentage*" shall be:

(i) zero percent (0%) in the first year through the fifteenth year of exemption for the Improvement to each Parcel, and

(ii) ten percent (10%) in the sixteenth year through the thirtieth year of exemption for the Improvement to each Parcel.

The payments required by this Section 1(a) shall be paid solely from service payments in lieu of taxes collected by the City in respect of the Improvements and will be remitted by the City to the School District no later than December 31 of each calendar year.

(b) Subject to Section 1(c) below, no later than June 30 (i) of each calendar year from 2014 through 2045 (thirty-two annual payments), the City shall remit to the School District an annual payment in the amount of \$36,965 (\$1,182,880 in the aggregate) and (ii) of calendar year 2046, the City shall remit to the School District a payment in the amount of \$53,822. The payments required by this Section 1(b) shall *first* be paid from service payments in lieu of taxes collected by the City in respect of the Improvements and *second* from any other lawfully available monies of the City (the "*Other Available Monies*"); *provided however*, the School District acknowledges that notwithstanding anything to the contrary herein, the obligation of the City pursuant to this Agreement to remit any Other Available Monies to the School District shall not be a general obligation debt or bonded indebtedness, or a pledge of the general credit or taxes levied by the City and further, since Ohio law limits the City to appropriating monies for such expenditures only on an annual basis, the obligation of the City to remit any Other Available Monies shall be subject to an annual appropriation by the City Council and certification by the Director of Finance of the City as to the availability of such Other Available Monies.

(c) The Parties agree that the payments required by Sections 1(a) and 1(b) may be adjusted in accordance with this Section 1(c).

(i) Certain of the terms used in this Section 1(c) shall be defined as follows:

(A) Relating to Compensation Payments:

"*Aggregate Compensation Payments*" shall equal, at the time of any such computation, the aggregate amount of Compensation Payments which the School District has received in the then current and each preceding calendar year since (and including) 2014.

"*Compensation Payments*" shall equal, for any particular calendar year, the aggregate amount of payments which the School District has received pursuant to Sections 1(a) and 1(b) of this Agreement in such calendar year.

(B) Relating to Foregone Real Property Taxes:

"*Aggregate Foregone Real Property Taxes*" shall equal, at the time of any such computation, the aggregate amount of Foregone Real Property Taxes which the School District would have received in respect of the

Improvement to each Parcel in the then current and each preceding calendar year since (and including) 2014.

“Foregone Real Property Taxes” shall equal, at the time of any such computation, the aggregate amount of real property taxes (based on the then applicable effective tax millage rate for each Parcel) which the School District would have received in respect of the Improvement to each Parcel in such calendar year.

(C) Relating to Variance Between Compensation Payments and Foregone Real Property Taxes:

“Projected Compensation Variance” shall equal, at the time of any such computation, the quotient of (1) the sum of (a) the Aggregate Foregone Real Property Taxes minus the Aggregate Compensation Payments plus (b) the product of (i) the difference between the amount of Foregone Real Property Taxes for the then current calendar year minus the amount of Compensation Payments for the then current calendar year minus multiplied by (ii) the number of annual payments remaining to be paid pursuant to Section 1(b), divided by (2) the number of annual payments remaining to be paid pursuant to Section 1(b).

(ii) No later than October 31, 2016, the City shall reasonably determine the aggregate square footage of new construction (either constructed or in the process of being constructed) within the District that would be treated as an Improvement and exempted from real property taxation pursuant to an Ordinance. Such determination will be provided in writing to the School District within thirty (30) days following such determination. The Parties agree that if the City reasonably determines that the aggregate assessed valuation of that square footage (either constructed or in the process of being constructed) does not equal at least \$24.5 million (approximately \$70 million of market valuation), then the payments required pursuant to Sections 1(a) and 1(b) of this Agreement shall be modified as follows:

(A) for each Parcel, the Applicable Percentage set forth in Section 1(a) shall be adjusted to twenty-five percent (25%) for the then current calendar year and any succeeding year that the Improvement to a Parcel is exempt from real property taxation pursuant to Sections 5709.40 or 5709.41 of the Ohio Revised Code and an Ordinance until the determination in Section 1(c)(ii)(C) is satisfied,

(B) thereafter, the Applicable Percentage (as adjusted in Section 1(c)(ii)(A) above) shall remain in effect and the City shall not thereafter be required to make the payments required by Section 1(b) until the determination in Section 1(c)(ii)(C) is satisfied, and

(C) the determination in this Section 1(c)(ii)(C) will be satisfied once the City reasonably determines that the aggregate assessed valuation of that square footage (either constructed or in the process of being constructed) equals at least

\$24.5 million (approximately \$70 million of market valuation). Once the City makes such determination, either initially by October 31, 2016 or subsequently by any succeeding October 31, then commencing in the next succeeding calendar year:

(1) the Applicable Percentages as set forth in Section 1(a) shall be applied for computations required in respect of any succeeding calendar year; *provided* that notwithstanding an interim adjustment of the Applicable Percentage to twenty-five percent (25%), once the Applicable Percentages are restored in accordance with this Section 1(c)(ii)(C), the Applicable Percentage of zero percent (0%) shall apply to the initial fifteen (15) calendar years of the exemption of the Improvement to each Parcel (excluding the year(s) of adjustment required by Section 1(c)(ii)(A)).

Example: For purposes of an example, the Parties agree that assuming the Improvement to a Parcel is initially exempt in calendar year 2015 and the Applicable Percentage is adjusted pursuant to this Section 1(c)(ii)(A) to twenty-five (25%) for calendar years 2017 through 2019, then the School District's Applicable Percentage for each of the thirty (30) years of the exemption would be as follows:

<u>Calendar Years</u>	<u>Applicable Percentage</u>	<u>Calendar Years</u>	<u>Applicable Percentage</u>
2015 thru 2016	0%	2020 thru 2032	0%
2017 thru 2019	25%	2033 thru 2044	10%

(2) the City will resume making the payments required by Section 1(b) with any adjustments as may be required by Section 1(c)(iii).

(iii) Once the City determines, either initially by October 31, 2016 or subsequently by any succeeding October 31, that Section 1(c)(ii)(C) is satisfied, then no later than November 15 in each of the years 2016 through 2046, the City shall determine the Projected Compensation Variance. Such determination will be provided in writing to the School District within thirty (30) days following such determination. The Parties agree that if the Projected Compensation Variance is (A) equal to or greater than zero dollars (\$0), then the payment required by Section 1(b) in the next succeeding calendar year shall be increased by the value of the Projected Compensation Variance, provided that in no event shall the annual payment required by Section 1(b) exceed \$36,965 or (B) less than zero dollars (\$0), then the payment required by Section 1(b) in the next succeeding calendar year shall be decreased by the absolute value of the Projected Compensation Variance.

Example: For purposes of an example, the Parties agree that **EXHIBIT B** attached hereto generally demonstrates the adjustments which may be required by this Section 1(c)(iii).

If the aggregate of all payments made by the City to the School District pursuant to Section 1(b) does not equal \$1,236,702 on July 1, 2046, then the term of repayment required by Section 1(b) will be extended annually and the City will continue subject to Section

1(c)(iii) to make the payments required by Section 1(b) until such time as the aggregate of all payments made by the City to the School District pursuant to Section 1(b) equals \$1,236,702 million.

(d) The Parties acknowledge and agree that there may be facility, infrastructure, service and/or operational cost savings opportunities or other similar measures which, if agreed to by the Parties, could offset or be credited against the annual fixed payments outlined in Section 1(b).

(e) The City has agreed with the Dublin City School District that within a reasonable period of time following December 31, 2046, the City and the Dublin City School District will meet to review the development within the District and consider, among other matters, the taxable valuation added to the District since the Effective Date, the public and private infrastructure improvements which are then or will thereafter be required to continue to facilitate that development, the amount of debt related to those infrastructure improvements which the City has outstanding or will thereafter be required to issue, and the revenues accruing to the Dublin City School District as a result of the development within the District. The City agrees to notify the School District as to the outcome of that review.

(f) The City agrees to provide notice to the School District of any proposed modifications to the Bridge Street District Special Area Plan. The City also agrees to provide notice to the School District relating to each proposed development project within the District prior to the time that the City executes a development agreement in connection with each such development project.

Section 2. School District Agreement to Approve Tax Increment Financing Real Property Exemptions and Other Terms. As consideration for the City's agreement to make the payments provided for herein, the School District agrees that:

(a) the School District has received a copy of the City of Dublin – Dublin City School District Bridge Street District Cooperative Agreement and the compensation to be received by the School District under this Agreement represents compensation at the same rate and under the same terms (pursuant to Ohio Revised Code Section 5709.82) as will be received by the Dublin City School District.

(b) until December 31, 2046, the City may pass one or more Ordinances from time to time to exempt up to 100% of the Improvement to each Parcel within the District from real property taxation for a period of up to 30 years, all as authorized by Sections 5709.40 or 5709.41 of the Ohio Revised Code,

(c) until December 31, 2046, the City may approve any other real property based tax exemption within the District provided that such tax exemption would have a similar financial result for the School District as the tax increment financing real property tax exemptions approved in Section 2(b),

(d) except for the payments required by Section 1 of this Agreement, the School District shall not be entitled to any other compensation from the City, whether pursuant to Section 5709.82

of the Ohio Revised Code or otherwise, in connection with the real property tax exemptions described in Sections 2(b) and 2(c),

(e) it waives any right to receive notification of the passage of any such Ordinance or legislation authorizing the real property tax exemptions described in Sections 2(b) and 2(c) or the filing of any related application for a real property tax exemption whether pursuant to Sections 5709.40, 5709.41, 5709.83 or 5715.27 or any other applicable provision of the Ohio Revised Code,

(f) it will not contest any application for a real property tax exemption which is filed in connection with a real property tax exemption described in Sections 2(b) or 2(c), and

(g) for any real property tax exemption described in Sections 2(b) or 2(c), it will not seek to increase the "base valuation" for any Parcel. For purposes of this subsection (f), "base valuation" shall equal the difference between (i) the taxable (or assessed) value of a Parcel less (ii) the Improvement value of that Parcel.

Section 3. Miscellaneous.

(a) Assignment. This Agreement may not be assigned without the prior written consent of all non-assigning Parties.

(b) Binding Effect. The provisions of this Agreement shall be binding upon the successors or assigns of the Parties.

(c) Captions. The captions and headings in this Agreement are for convenience only and in no way define, limit or describe the scope or intent of any provisions or sections of this Agreement.

(d) Day for Performance. Wherever herein there is a day or time period established for performance and such day or the expiration of such time period is a Saturday, Sunday or legal holiday, then such time for performance shall be automatically extended to the next business day.

(e) Entire Agreement. This Agreement constitutes the entire Agreement between the Parties on the subject matter hereof and supersedes all prior negotiations, agreements and understandings, both written and oral, between the Parties with respect to such subject matter. This Agreement may not be amended, waived or discharged except in an instrument in writing executed by the Parties.

(f) Events of Default and Remedies. Except as otherwise provided in this Agreement, in the event of any default in or breach of this Agreement, or any of its terms or conditions, by any Party hereto, such defaulting Party shall, upon written notice from any non-defaulting Party, proceed immediately to cure or remedy such default or breach, and, in any event, within thirty (30) days after receipt of such notice. In the event such default or breach is of such nature that it cannot be cured or remedied within said thirty (30) day period, then in such event the defaulting Party shall upon written notice from any non-defaulting Party commence its actions to cure or remedy said breach within said thirty (30) day period, and proceed diligently thereafter to cure or remedy said

breach. In case such action is not taken or not diligently pursued, or the default or breach shall not be cured or remedied within a reasonable time, the aggrieved non-defaulting Party may institute such proceedings as may be necessary or desirable in its opinion to cure and remedy such default or breach, including, but not limited to, proceedings to compel specific performance by the defaulting Party.

(g) Executed Counterparts. This Agreement may be executed in several counterparts, each of which shall be deemed to constitute an original, but all of which together shall constitute but one and the same instrument. It shall not be necessary in proving this Agreement to produce or account for more than one of those counterparts.

(h) Extent of Covenants; No Personal Liability. All covenants, obligations and agreements of the Parties contained in this Agreement shall be effective to the extent authorized and permitted by applicable law. No such covenant, obligation or agreement shall be deemed to be a covenant, obligation or agreement of any present or future member, officer, agent or employee of the City or the School District other than in his or her official capacity, and neither the members of the legislative bodies of the City or the School District nor any official executing this Agreement shall be liable personally under this Agreement or be subject to any personal liability or accountability by reason of the execution thereof or by reason of the covenants, obligations or agreements of the City and the School District contained in this Agreement.

(i) Governing Law. This Agreement shall be governed by and construed in accordance with the laws of the State of Ohio without regard to its principles of conflicts of laws. All claims, counterclaims, disputes and other matters in question between the City, its agents and employees, and the School District, its employees and agents, arising out of or relating to this Agreement or its breach will be decided in a court of competent jurisdiction within Franklin County, Ohio.

(j) Legal Authority. The Parties respectively represent and covenant that each is legally empowered to execute, deliver and perform this Agreement and to enter into and carry out the transactions contemplated by this Agreement. The Parties further respectively represent and covenant that this Agreement has, by proper action, been duly authorized, executed and delivered by the Parties and all steps necessary to be taken by the Parties have been taken to constitute this Agreement, and the covenants and agreements of the Parties contemplated herein, as a valid and binding obligation of the Parties, enforceable in accordance with its terms.

(k) Limit on Liability. Notwithstanding any clause or provision of this Agreement to the contrary, in no event shall City or the School District be liable to each other for punitive, special, consequential, or indirect damages of any type and regardless of whether such damages are claimed under contract, tort (including negligence and strict liability) or any other theory of law.

(l) Notices. Except as otherwise specifically set forth in this Agreement, all notices, demands, requests, consents or approvals given, required or permitted to be given hereunder shall be in writing and shall be deemed sufficiently given if actually received or if hand-delivered or sent by recognized, overnight delivery service or by certified mail, postage prepaid and return receipt requested, addressed to the other Party at the address set forth in this Agreement or any addendum to or counterpart of this Agreement, or to such other address as the recipient shall have previously

notified the sender of in writing, and shall be deemed received upon actual receipt, unless sent by certified mail, in which event such notice shall be deemed to have been received when the return receipt is signed or refused. For purposes of this Agreement, notices shall be addressed to:

- (i) the City at: City of Dublin, Ohio
5200 Emerald Parkway
Dublin, Ohio 43017
Attention: City Manager
- (ii) the School District at: Tolles Career and Technical Center
7877 U.S. Highway 42 South
Plain City, Ohio 43064
Attention: Superintendent

The Parties, by notice given hereunder, may designate any further or different addresses to which subsequent notices; certificates, requests or other communications shall be sent.

(m) No Waiver. No right or remedy herein conferred upon or reserved to any Party is intended to be exclusive of any other right or remedy, and each and every right or remedy shall be cumulative and in addition to any other right or remedy given hereunder, or now or hereafter legally existing upon the occurrence of any event of default hereunder. The failure of any Party to insist at any time upon the strict observance or performance of any of the provisions of this Agreement or to exercise any right or remedy as provided in this Agreement shall not impair any such right or remedy or be construed as a waiver or relinquishment thereof. Every right and remedy given by this Agreement to the Parties hereto may be exercised from time to time and as often as may be deemed expedient by the parties hereto, as the case may be.

(n) Ohio Laws. Any reference to a section or provision of the Constitution of the State, or to a section, provision or chapter of the Ohio Revised Code shall include such section, provision or chapter as modified, revised, supplemented or superseded from time to time; *provided*, that no amendment, modification, revision, supplement or superseding section, provision or chapter shall be applicable solely by reason of this paragraph if it constitutes in any way an impairment of the rights or obligations of the Parties under this Agreement.

(o) Recitals. The Parties acknowledge and agree that the facts and circumstances as described in the Recitals hereto are an integral part of this Agreement and as such are incorporated herein by reference.

(p) Severability. If any provision of this Agreement, or any covenant, obligation or agreement contained herein is determined by a court to be invalid or unenforceable, that determination shall not affect any other provision, covenant, obligation or agreement, each of which shall be construed and enforced as if the invalid or unenforceable portion were not contained herein. That invalidity or unenforceability shall not affect any valid and enforceable application thereof, and each such provision, covenant, obligation or agreement shall be deemed to be effective, operative, made, entered into or taken in the manner and to the full extent permitted by law.

(q) Survival of Representations and Warranties. All representations and warranties of the Parties in this Agreement shall survive the execution and delivery of this Agreement.

(REMAINDER OF PAGE INTENTIONALLY LEFT BLANK – SIGNATURE PAGE FOLLOWS)

IN WITNESS WHEREOF, the City and the School District have caused this Agreement to be executed in their respective names by their duly authorized representatives, all as of the date first written above.

CITY OF DUBLIN, OHIO

By: _____

Printed: Marsha I. Grigsby

Title: City Manager

Approved as to Form and Correctness:

By: _____

Printed: Stephen J. Smith

Title: Director of Law

TOLLES CAREER AND TECHNICAL CENTER

By: _____

Printed: Kim Wilson

Title: President, Board of Education

FISCAL OFFICER'S CERTIFICATE

The undersigned, Director of Finance of the City under the foregoing Agreement, certifies hereby that the moneys required to meet the obligations of the City under the foregoing Agreement during Fiscal Year 2014 have been appropriated lawfully for that purpose, and are in the Treasury of the City or in the process of collection to the credit of an appropriate fund, free from any previous encumbrances. This Certificate is given in compliance with Sections 5705.41 and 5705.44, Ohio Revised Code.

Dated: _____, 2014

Angel L. Mumma
Director of Finance
City of Dublin, Ohio

FISCAL OFFICER'S CERTIFICATE

The undersigned, Treasurer of the Board of Education of the School District under the foregoing Agreement, certifies hereby that the School District does not have any financial obligations under the foregoing Agreement during Fiscal Year 2014. This Certificate is given in compliance with Sections 5705.41 and 5705.44, Ohio Revised Code.

Dated: _____, 2014

Pamela Orr
Treasurer, Board of Education
Tolles Career and Technical Center

EXHIBIT A

Depiction of Bridge Street District

EXHIBIT B

Sample Computation